COMMITTEE ON LEGISLATIVE RESEARCH OVERSIGHT DIVISION

FISCAL NOTE

<u>L.R. NO.</u>: 2541-04

BILL NO.: SCS for HCS for HB 1142 SUBJECT: Regulation of Farm Equipment

<u>TYPE</u>: Original

<u>DATE</u>: April 25, 2000

FISCAL SUMMARY

ESTIMATED NET EFFECT ON STATE FUNDS								
FUND AFFECTED	FY 2001	FY 2002	FY 2003					
None	\$0	\$0	\$0					
Total Estimated Net Effect on <u>All</u> State Funds	\$0	\$0	\$0					

ESTIMATED NET EFFECT ON FEDERAL FUNDS							
FUND AFFECTED	FY 2001	FY 2002	FY 2003				
None	\$0	\$0	\$0				
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0				

ESTIMATED NET EFFECT ON LOCAL FUNDS							
FUND AFFECTED	FY 2001	FY 2002	FY 2003				
Local Government	\$0	\$0	\$0				

Numbers within parentheses: () indicate costs or losses.

This fiscal note contains 3 pages.

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FISCAL ANALYSIS

ASSUMPTION

The **Department of Agriculture, Department of Transportation (MoDOT)** and the **Department of Revenue** assume their agencies would not be administratively impacted by this proposed legislation.

Oversight notes that in their original response to the prior version of this proposal, MoDOT assumed that the provision eliminating permits for farmers transporting oversized loads would result in a loss of revenues of \$3,796 annually. However, MoDOT has subsequently revised their response to reflect the fact that the department has already implemented such a program by rule and no longer requires special permits for oversized loads of farm products. Therefore, there would be no impact on revenues as a result of the proposal.

FISCAL IMPACT - State Government	FY 2001	FY 2002	FY 2003
	(10 Mo.)		
	\$0	\$0	\$0
FISCAL IMPACT - Local Government	FY 2001	FY 2002	FY 2003
	(10 Mo.)		
	\$0	\$0	\$0

FISCAL IMPACT - Small Business

The Department of Agriculture noted that this proposed legislation broadens the definition of "retailer", therefore impacting some small businesses not previously impacted.

DESCRIPTION

The proposal would repeal the special permit fees charged to any person allowing the movement on state and federal highways of farm products not in excess of fourteen feet in width.

This proposal expands the definition of farm machinery to include industrial maintenance and construction equipment as well as outdoor power equipment used for landscaping and grounds maintenance. The change requires the wholesaler to repurchase such equipment upon termination of the dealer contract.

PLH:LR:OD:005 (9-94)

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<u>DESCRIPTION</u> (continued)

Current law does not extend this same repurchase requirement to repair parts with limited storage life, repair parts in undamaged packages, and single parts priced as a set of two or more items. This act includes such items for repurchase for all of the dealerships listed above.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

Department of Agriculture Department of Revenue Department of Transportation

Jeanne Jarrett, CPA

Director

April 25, 2000